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**CITY OF BERESFORD  
FINANCIAL STATEMENTS  
AND  
INDEPENDENT AUDITOR'S REPORT  
DECEMBER 31, 2013**

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**CITY OF BERESFORD  
CITY OFFICIALS  
DECEMBER 31, 2013**

Mayor:

K. James Fedderson

Governing Board:

Gerald Dahlin

Troy Doeden

Tom Erickson

Daniel Williams

Gary Lambert

Arthur Schott

Finance Officer:

Kathy Moller

City Administrator:

Jerry Zeimetz

**CITY OF BERESFORD  
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**QUAM & BERGLIN, P.C.**

CERTIFIED PUBLIC ACCOUNTANTS  
110 WEST MAIN - P.O. BOX 426  
ELK POINT, SOUTH DAKOTA 57025

(605) 356-3374

**INDEPENDENT AUDITOR'S REPORT**

City Council  
City of Beresford  
Beresford, South Dakota

***Report on the Financial Statements***

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund and the aggregate remaining fund information of the City of Beresford, South Dakota, as of and for the year ended December 31, 2013, and the related notes to the financial statements. We were not engaged to audit the financial statements of the discretely presented component units. These financial statements collectively comprise the City's basic financial statements as listed in the Table of Contents.

***Management's Responsibility for the Financial Statements***

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatements, whether due to fraud or error.

***Auditor's Responsibility***

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. Because of the matter described in the "Basis for Disclaimer of Opinion on the Discretely Presented Component Unit" paragraph, we do not express an audit opinion on the discretely presented component unit.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.



***Basis for Disclaimer of Opinion on the Discretely Presented Component Units***

The financial statements of the Beresford Housing and Redevelopment Commission and the Beresford Economic Development Commission have not been audited, and we were not engaged to audit the Beresford Housing and Redevelopment Commission or the Beresford Economic Development Commission's financial statements as part of the City's basic financial statements. The Beresford Housing and Redevelopment Commission and the Beresford Economic Development Commission financial activities are included in the City's basic financial statements as discretely presented component units and represent the assets, net position, and revenues of the City's discretely presented component units.

***Disclaimer of Opinion***

Because of the significance of the matter described in the "Basis for Disclaimer of Opinion on the Discretely Presented Component Units" paragraph, we have not been able to obtain sufficient appropriate audit evidence to provide a basis for an audit opinion on the financial statements of the discretely presented component units of the City of Beresford. Accordingly, we do not express opinions on those financial statements.

***Unmodified Opinions***

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and aggregate remaining fund information of the City of Beresford, South Dakota as of December 31, 2013, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

***Other Matters***

***Required Supplementary Information***

Accounting principles generally accepted in the United States of America require that the Management's Discussion and Analysis and Budgetary Comparison Schedules as listed in the Table of Contents be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of the financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

***Supplementary Information***

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City's basic financial statements. The Combining Nonmajor Fund Financial Statements as listed in the Table of Contents are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The Combining Nonmajor Fund Financial Statements are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the Combining Nonmajor Fund Financial Statements are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

***Other Reporting Required by Government Auditing Standards***

In accordance with *Government Auditing Standards*, we have also issued our report dated September 30, 2014, on our consideration of the City of Beresford's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City of Beresford's internal control over financial reporting and compliance.

*Quam & Berglin, P.C.*

Quam and Berglin, P.C.  
Certified Public Accountants  
Elk Point, SD

September 30, 2014

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**CITY OF BERESFORD, SOUTH DAKOTA  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
DECEMBER 31, 2013**

This section of City of Beresford, South Dakota financial report presents our discussion and analysis of the City's financial performance during the fiscal year ended on December 31, 2013. Please read it in conjunction with the City's financial statements, which follow this section.

**FINANCIAL HIGHLIGHTS**

- The City transferred to the General Fund a total of [REDACTED] from the following enterprise funds: [REDACTED] - [REDACTED]; [REDACTED] - [REDACTED]; Telephone - [REDACTED]; [REDACTED] - [REDACTED]. The transfers were made to the General Fund to subsidize revenues and to help fund debt repayment.

**OVERVIEW OF THE FINANCIAL STATEMENTS**

This annual report consists of three parts – management's discussion and analysis (this section), the basic financial statements, including related notes, and required supplementary information. The basic financial statements include two kinds of statements that present different views of the City:

- The first two statements are government-wide financial statements that provide both long-term and short-term information about the City's overall financial status.
- The remaining statements are fund financial statements that focus on individual parts of the City government, reporting the City's operations in more detail than the government-wide statements.
  - The governmental funds statements tell how general government services like public safety were financed in the short-term as well as what remains for future spending.
  - Proprietary fund statements offer short and long-term financial information about the activities that the City operates like businesses. The City has seven proprietary funds and one component unit – [REDACTED], [REDACTED], [REDACTED], [REDACTED], [REDACTED], Telephone, [REDACTED], and [REDACTED] Component Unit.

The financial statements also include notes that explain some of the information in the financial statements and provide more detailed data. The statements are followed by a section of required supplementary information that further explains and supports the information in the financial statements.

Figure A-2 summarizes the major features of the City's financial statements, including the portion of the City government they cover and the types of information they contain. The remainder of the overview section of the management's discussion and analysis explains the structure and contents of each of the statements.



Major Features of City of Beresford's Government-wide and Fund Financial Statements			
	Government-wide Statements	Fund Statements	
		Governmental Funds	Proprietary Funds
Scope	Entire municipal government (except fiduciary funds and the fiduciary component units)	The activities of the municipality that are not proprietary or fiduciary, such as [REDACTED], [REDACTED], [REDACTED]	Activities the Municipality operates similar to private businesses, the [REDACTED]
Required Financial Statements	*Statement of Position *Statement of Activities	*Balance Sheet *Statement of Revenues, Expenditures and Changes in Fund Balances	*Balance Sheet *Statement of Revenues, Expenses and Changes in Net Position *Statement of Cash Flows
Accounting Basis and Measurement Focus	Accrual accounting and economic resources focus	Modified accrual accounting and current financial resources focus	Accrual accounting and economic resources focus
Type of Asset/Liability Information	All assets and liabilities, both financial and capital, and short-term and long-term	Only assets expected to be used up and liabilities that come due during the year or soon thereafter; no capital assets included	All assets and liabilities, both financial and capital, and short-term and long-term
Type of Inflow/Outflow Information	All revenues and expenses during year, regardless of when cash is received or paid	Revenues for which cash is received during or soon after the end of the year; expenditures when goods or services have been received and payment is due during the year or soon thereafter	All revenues and expenses during year, regardless of when cash is received or paid

### Government-wide Statements

The government-wide statements report information about the City as a whole using accounting methods similar to those used by private-sector companies. The statement of net position includes all of the government's assets and liabilities. All of the current year's revenues and expenses are accounted for in the statement of activities regardless of when cash is received or paid.

The two government-wide statements report the City's net position and how it has changed. Net position – the difference between the City's assets and liabilities – is one way to measure the City's financial health or position.

- Increases or decreases in the City's net position are indicators of whether its financial health is improving or deteriorating, respectively.
- To assess the overall health of the City you need to consider additional nonfinancial factors such as changes in the City's property tax base and changes in the sales tax revenue base.

The government-wide financial statements of the City are reported in two categories:

- **Governmental Activities** - This category includes the most of the City's basic services, such as [REDACTED], [REDACTED], [REDACTED], and [REDACTED]. Property taxes, sales taxes, charges for services, state and federal grants and interest earnings finance most of these activities.
- **Business-type Activities** -- The City charges a fee to customers to help cover the costs of certain services it provides. The City's [REDACTED], telephone, [REDACTED], [REDACTED], [REDACTED] and [REDACTED], are included here.

### **Fund Financial Statements**

The fund financial statements provide more detailed information about the City's most significant funds – not the City as a whole. Funds are accounting devices that the City uses to keep track of specific sources of funding and spending for particular purposes.

- State Law requires some of the funds.
- The City Council establishes other funds to control and manage money for particular purposes or to show that it is properly using certain taxes and grants.

The City has two kinds of funds:

- **Governmental Funds** – Most of the City's basic services are included in the governmental funds, which focus on (1) how cash and other financial assets that can readily converted to cash flow in and out and (2) the balances left at the year-end that are available for spending. Consequently, the governmental funds statements provide a detailed short-term view that helps you determine whether there are more or fewer financial resources that can be spent in the near future to finance the City's programs. Because this information does not encompass the additional long-term focus of the government-wide statements, we provide additional information at the bottom of the governmental funds statements, or on the subsequent page, that explains the relationship (or differences) between them.
- **Proprietary Funds** – Services for which the City charges customers a fee are generally reported in proprietary funds. Proprietary funds, like the government-wide statements, provide both short- and long-term financial information. The City's enterprise funds (one type of proprietary fund) are the same as its business-type activities, but provide more detail and additional information, such as cash flows.

### **FINANCIAL ANALYSIS OF THE CITY AS A WHOLE**

#### **Net Position**

The City's combined net position changed between fiscal years 2012 and 2013 (See Table A-1).



**TABLE A-1**  
**CITY OF BERESFORD**  
**STATEMENT OF NET POSITION**  
(Expressed in Thousands)

	Primary Government					
	Governmental Activities		Business-Type Activities		Total Activities	
	December 31,		December 31,		December 31,	
	2012	2013	2012	2013	2012	2013
Current and Other Assets	\$					
Capital Assets						
<b>Total Assets</b>						
Deferred Outflows of Resources:						
Deferred Charge on Refunding						
<b>Total Deferred Outflows of Resources</b>						
Long-Term Debt Outstanding						
Other Liabilities						
<b>Total Liabilities</b>						
Net Position:						
Net Investment in Capital Assets						
Restricted						
Unrestricted						
<b>Total Net Position</b>	\$					
Increase (Decrease) in Net Position						
Beginning Net Position						
Prior Period Adjustment						
Adjusted Beginning Net Position						
Ending Net Position	\$					
Percentage of Increase (Decrease) in Net Position						

The Statement of Net Position presents the assets and liabilities in order of relative liquidity. Liabilities with average maturities greater than one year are reported in two components -- the amount due within one year and the amount due in more than one year. Long-term liabilities of the City, consisting of compensated absences payable, sales tax revenue bonds payable, certificates of participation and electric revenue bonds payable, have been reported in this manner on the Statement of Net Position. The difference between the City's assets and liabilities is its net position.

The City's net position reflects its investment in capital assets (e.g., land, buildings, machinery and equipment); less any related debt used to acquire those assets that is still outstanding. The City uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. The increase in net investment in capital assets relates to the City's Fiber Ring Project.

The City's restricted net position represents resources that are subject to external restrictions on how they may be used. These restrictions are normally set by state statute, federal regulations or debt covenants.

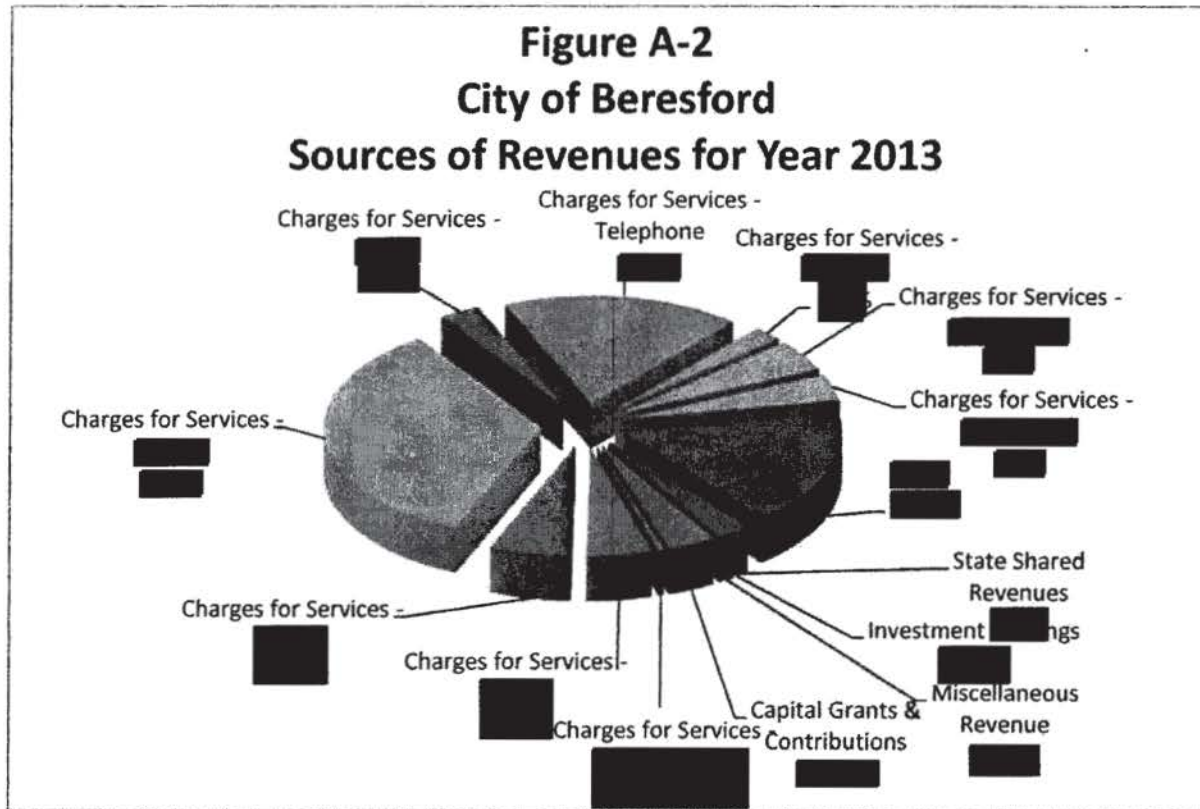
The remaining balance of net position is unrestricted and may be used to meet the City's ongoing obligations to citizens and creditors.

At the end of the current year, the City is able to report positive balances in total net position for both the government as a whole, as well as for its separate governmental and business-type activities. The same situation held true for the prior year.

The overall increase in net position is due to the capital assets completed during the year.

### Changes in Net Position

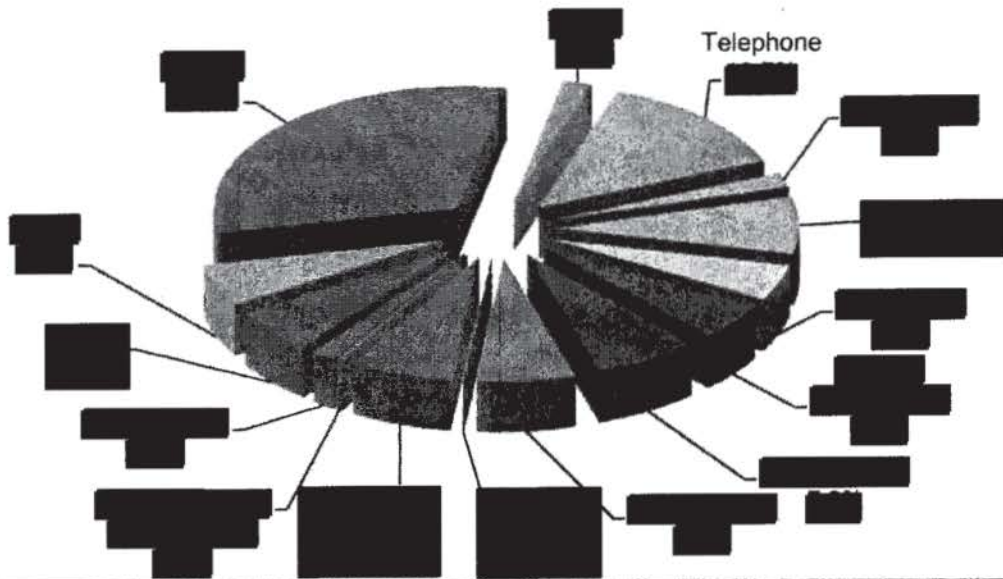
The City's revenues totaled [REDACTED] (See Table A-2.) Well over half of the City's revenue comes from charges for services and taxes, with over [REDACTED] cents of every dollar raised coming from charges for services (primarily [REDACTED] and telephone operations) and [REDACTED] cents of every dollar raised coming from some type of tax (See Figure A-3). Most of the rest comes from state-shared revenues and interest earnings.



The City's expenses totaled [REDACTED] (See Figure A-2). The total cost of all programs and services have decreased from the prior year. The City's expenses cover a range of services, with [REDACTED] related to public works services ([REDACTED], [REDACTED], telephone system, [REDACTED], [REDACTED] and [REDACTED] services (See Figure A-4).



Figure A-4  
**City of Beresford**  
**Functional Expenses for Year 2013**



#### **Governmental Activities**

Table A-2 and the narrative that follows consider the operations of the governmental activities.

Total revenues for the City increased from [REDACTED] in 2012 to [REDACTED] in 2013 largely due to increases in taxes and grants for the year. The expenses decreased from [REDACTED] in 2012 to [REDACTED] in 2013 due mostly to the decrease in [REDACTED], [REDACTED] and [REDACTED] and [REDACTED] functions.

**TABLE A-2**  
**City of Beresford**  
**Changes in Net Position**  
 (Expressed in Thousands)

	Governmental Activities December 31,		Business-Type Activities December 31,		Total Change December 31,	
	2012	2013	2012	2013	2012	2013
<b>Revenues</b>						
Program Revenues						
Charges for Services	\$					
Capital Grants and Contributions						
General Revenues						
Taxes						
Revenue State Sources						
Unrestricted Investment Earnings						
Other General Revenue						
<b>Transfers:</b>						
<b>Total Revenues and Transfers</b>						
<b>Expenses</b>						
Telephone						
<b>Total Expenses</b>						
Increase (Decrease) in Net Position						
NET POSITION - BEGINNING						
Prior Period Adjustment						
ADJUSTED NET POSITION - BEGINNING						
NET POSITION - ENDING	\$					

### Business-type Activities

Revenues of the City's business-type activities decreased from [REDACTED] in 2012 to [REDACTED] in 2013 and expenses increased from [REDACTED] in 2012 to [REDACTED] in 2013 for all business-type activities. The factors contributing to these results included:

- [REDACTED] are down.
- Business-type enterprise funds transferred [REDACTED] to the general fund to subsidize the operation of that fund.

### FINANCIAL ANALYSIS OF THE CITY'S FUNDS

The financial analyses of the City's funds mirror those highlighted in the analysis of governmental and business-type activities presented above. The City maintains seven governmental funds (six major and one non-major) - [REDACTED]

[REDACTED] The City maintains eight business type funds - [REDACTED], [REDACTED], [REDACTED], Telephone, [REDACTED]. The [REDACTED] is a component unit along with being a major fund.

### General Fund Budgetary Highlights

Over the course of the year, the City Council adopted Resolution 2013-13 Contingency Fund Transfers. This resolution authorized transferring funds to increase the City Attorney -Legal Fees, and Planning and Zoning Government buildings for repair and upkeep and travel expense and professional fees.

Ordinance No. 2013-04, a Supplemental Appropriation Ordinance, was adopted to supplement the major capital assets additions. Source of funding in SD Public Funds Investment Trust and Pool Committee, return of funds.

- Supplemental appropriations and contingency transfers approved for unanticipated, yet necessary, expenses to provide for items necessary for health and welfare of its citizens.
  - Increases in appropriation line items, primarily by contingency transfer, to prevent budget overruns.
- There were no significant budget changes during the year.

### CAPITAL ASSET ADMINISTRATION

By the end of 2013, the City had invested [REDACTED] in land and [REDACTED] of governmental funds in a broad range of capital assets, including, buildings, construction in progress, various machinery and equipment. The City also had invested [REDACTED] in land and [REDACTED] of business-type activities, which include buildings, machinery and equipment. (See Note 8 in the Notes to the Financial Statements for the actual break down of capital assets.) This amount represents a net decrease (including additions and deductions) of [REDACTED] or [REDACTED] (net of depreciation), over the last year.

Table A-3  
City of Beresford- Capital Assets  
(Net of Depreciation)

	Governmental Activities			Business-Type Activities		
	FY2012	FY2013	Increase/ (Decrease)	FY2012	FY2013	Increase/ (Decrease)
Land	\$ [REDACTED]	\$ [REDACTED]	[REDACTED]	[REDACTED]	[REDACTED]	[REDACTED]
Construction Work in Progress	[REDACTED]	[REDACTED]	[REDACTED]	[REDACTED]	[REDACTED]	[REDACTED]
Buildings	[REDACTED]	[REDACTED]	[REDACTED]	[REDACTED]	[REDACTED]	[REDACTED]
Improvements other than Building	[REDACTED]	[REDACTED]	[REDACTED]	[REDACTED]	[REDACTED]	[REDACTED]
Machinery and Equipment	[REDACTED]	[REDACTED]	[REDACTED]	[REDACTED]	[REDACTED]	[REDACTED]
Library Books	[REDACTED]	[REDACTED]	[REDACTED]	[REDACTED]	[REDACTED]	[REDACTED]
Total Capital Assets	\$ [REDACTED]	\$ [REDACTED]	[REDACTED]	[REDACTED]	[REDACTED]	[REDACTED]



This year's major capital asset additions and deletions included:

- SCADA System and Software
- 4 UG Switchgear
- Transformer
- 2013 Freightliner with Box
- 300 Radar Trailer
- 15' Alamo Eagle Mower
- 84hp Skidsteer
- Headend Equipment
- Cable Dish cover
- ADA Deck Lifts
- Gravel & Asphalt
- Furnace & A/c
- Fire Protection System
- Transmission Equipment
- APMAX Voice Mail System

### LONG-TERM DEBT

At the year-end the City had [REDACTED] in Sales Tax Revenue Bonds, Government Obligation Bonds, Notes Payable, Certificates of Participation and other long-term obligations. This is a decrease of [REDACTED] which is due to the payments made by the City.

Table A-4  
City of Beresford  
Outstanding Debt and Obligations

	Governmental Activities		Business-type Activities		Dollar Change	Total % Change
	2012	2013	2012	2013		
Compensated Absences	[REDACTED]	\$ [REDACTED]	\$ [REDACTED]	\$ [REDACTED]	[REDACTED]	[REDACTED]
Certificates of Participation	[REDACTED]	[REDACTED]	[REDACTED]	[REDACTED]	[REDACTED]	[REDACTED]
General Obligation	[REDACTED]	[REDACTED]	[REDACTED]	[REDACTED]	[REDACTED]	[REDACTED]
Sales Tax Revenue Bond	[REDACTED]	[REDACTED]	[REDACTED]	[REDACTED]	[REDACTED]	[REDACTED]
State Revolving Loan Funds	[REDACTED]	[REDACTED]	[REDACTED]	[REDACTED]	[REDACTED]	[REDACTED]
Capital Leases	[REDACTED]	[REDACTED]	[REDACTED]	[REDACTED]	[REDACTED]	[REDACTED]
Total Outstanding Debt and Obligations	[REDACTED]	[REDACTED]	[REDACTED]	[REDACTED]	[REDACTED]	[REDACTED]

The City is liable for the accrued vacation leave payable to all full-time employees who have been employed for more than one year. The increase is due to an increase in the amount of leave accumulated and outstanding at the end of the year.

The City has outstanding [REDACTED] in Sales Tax Revenue Bonds, Series 2000. These bonds are secured and are paid from the TIF Debt Service Fund.

The City has outstanding [REDACTED] in Certificates of Participation, Series 2013A refunded. These certificates are secured and paid from the Special Revenue Fund. They were purchased to finance the [REDACTED]

The City has an outstanding [REDACTED] in Lease Agreement with [REDACTED]. This agreement is secured and paid from the General Fund. This agreement finances the Public Safety Building Project; payments are due annually.

The City has outstanding [REDACTED] in Certificates of Participation, Series 2013B Refunded. These certificates are secured and paid from the [REDACTED]. They were used to purchase and finance the sub-station project.



The City has outstanding [REDACTED] in Certificates of Participation, Series 2013 Refunded. These certificates are secured and paid from the [REDACTED] - [REDACTED]. They were used to purchase and finance the [REDACTED] project.

The City has outstanding [REDACTED] in General Obligation Bonds, Series 2013 GO for the City's share of the [REDACTED] construction cost. The payments will be made from the [REDACTED] Fund.

#### **ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS AND RATES**

The City's current economic position has shown little change. The City did experience an increase in total property valuation from the prior year. The increase in property valuation allows the City the ability to increase the amount of revenue generated from property taxes, however the City Council has chosen not to increase the base amount it levies for taxes. Under the state mandated property tax limitation, property taxes from one year to the next may increase [REDACTED] or an amount based on the Consumer Price Index (CPI), whichever is lower. One of the primary sources of revenue to the City is based on taxable retail sales in the community (sales tax).

The City's adopted General Fund budget for the next fiscal year will decrease by [REDACTED]. The City employees' wages will increase by [REDACTED].

The City's business-type activities [REDACTED], [REDACTED], [REDACTED], telephone and [REDACTED] operations) expect that the results for 2015 will improve based on the past rate increases implemented to cover increasing cost of wages, costs of operation and debt repayment.

#### **CONTACTING THE CITY'S FINANCIAL MANAGEMENT**

This financial report is designed to provide our citizens, taxpayers, customers, and investors and creditors with a general overview of the City's finances and to demonstrate the City's accountability for the money it receives. If you have questions about this report or need additional information, contact the City of Beresford's Finance Office, 101 N. 3<sup>rd</sup> Street, Beresford, SD 57004-1796.

CITY OF BERESFORD  
STATEMENT OF NET POSITION  
DECEMBER 31, 2013

	Primary Government			Unaudited Component Units	
	Governmental Activities	Business-Type Activities	Total	Housing & Redevelopment	Economic Development
<b>ASSETS:</b>					
Cash and Cash Equivalents					
Investments					
Taxes Receivable					
Accounts Receivable, Net					
Notes Receivable					
Due from Other Governments					
Inventories					
Restricted Assets:					
Cash and Cash Equivalents					
Investments					
Deposits					
Capital Assets:					
Land and Construction Work in Progress					
Other Capital Assets, Net of Depreciation					
Other Assets - Lewis & Clark					
<b>TOTAL ASSETS</b>					
<b>DEFERRED OUTFLOWS OF RESOURCES:</b>					
Deferred Charge on Refunding					
<b>LIABILITIES :</b>					
Accounts Payable					
Contracts Payable - Retainage					
Internal Balances					
Sales Taxes Payable					
Customer Deposits					
Noncurrent Liabilities:					
Due Within One Year					
Due in More than One Year					
<b>TOTAL LIABILITIES</b>					
<b>NET POSITION:</b>					
Net Investment in Capital Assets					
Restricted for:					
Capital Improvements					
Library					
Debt Service					
Unrestricted (Deficit)					
<b>TOTAL NET POSITION</b>					

CITY OF BERESFORD  
STATEMENT OF ACTIVITIES  
FOR THE YEAR ENDED DECEMBER 31, 2013

Functions/Programs	Net (Expense) Revenue and Changes in Net Position						Unaudited Component Units	
	Expenses	Charges for Services	Capital Grants and Contributions	Primary Government			Housing & Redevelopment	Economic Development
				Governmental Activities	Business-Type Activities	Total		
<b>Primary Government:</b>								
Governmental Activities:								
General Government	\$ [REDACTED]	\$ [REDACTED]	[REDACTED]	[REDACTED]		[REDACTED]		
[REDACTED]	[REDACTED]	[REDACTED]		[REDACTED]		[REDACTED]		
[REDACTED]	[REDACTED]	[REDACTED]		[REDACTED]		[REDACTED]		
Conservation and Development	[REDACTED]	[REDACTED]		[REDACTED]		[REDACTED]		
Miscellaneous	[REDACTED]	[REDACTED]		[REDACTED]		[REDACTED]		
*Interest on Long-term Debt	[REDACTED]	[REDACTED]		[REDACTED]		[REDACTED]		
Total Governmental Activities	[REDACTED]	[REDACTED]	[REDACTED]	[REDACTED]		[REDACTED]		
51 Business-type Activities:								
[REDACTED]	[REDACTED]	[REDACTED]			[REDACTED]	[REDACTED]		
[REDACTED]	[REDACTED]	[REDACTED]			[REDACTED]	[REDACTED]		
Telephone	[REDACTED]	[REDACTED]			[REDACTED]	[REDACTED]		
[REDACTED]	[REDACTED]	[REDACTED]			[REDACTED]	[REDACTED]		
Total Business-type Activities	[REDACTED]	[REDACTED]			[REDACTED]	[REDACTED]		
Total Primary Government	\$ [REDACTED]	\$ [REDACTED]	\$ [REDACTED]	[REDACTED]	[REDACTED]	[REDACTED]		
<b>Component Unit:</b>								
Housing and Redevelopment	\$ [REDACTED]	\$ [REDACTED]					\$ [REDACTED]	
Economic Development	[REDACTED]	[REDACTED]						\$ [REDACTED]

\* The City does not have interest expense related to the functions above. This amount includes indirect interest expense on general long-term debt.

Total Primary Government					
Total Component Units					
<b>General Revenues:</b>					
Taxes:					
Property Taxes					
Sales Taxes					
Gross Receipts Taxes					
State Shared Revenues					
Unrestricted Investment Earnings					
Miscellaneous Revenue					
<b>Transfers:</b>					
Total General Revenues and Transfers					
Change in Net Position					
Net Position-Beginning					
Prior Period Adjustment					
Adjusted Net Position-Beginning					
NET POSITION - ENDING	\$				



REDACTED - FOR PUBLIC INSPECTION  
CITY OF BERESFORD  
BALANCE SHEET  
GOVERNMENTAL FUNDS  
DECEMBER 31, 2013

	Major Funds				Nonmajor	Total
	Fund	Additional Sales Tax Fund	Debt Service Fund	Improvement Project	Funds	Funds
<b>ASSETS:</b>						
Cash and Cash Equivalents	\$		\$	\$	\$	
Taxes Receivable--Delinquent						
Accounts Receivable						
Note Receivable--Component Unit						
Due from Other Governments						
Inventory of Supplies						
Restricted Investments						
<b>TOTAL ASSETS</b>						
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES:</b>						
Liabilities:						
Contracts Payable--Retained Percentage						
Due to Telephone Fund						
<b>Total Liabilities</b>						
Deferred Inflows of Resources:						
Unavailable Revenue--Property Taxes						
<b>Total Deferred Inflows of Resources</b>						
Fund Balances:						
Nonspendable:						
Inventory						
Long-Term Note Receivable						
Restricted:						
Debt Service						
Capital Improvement Additions						
Library						
Committed:						
Capital Improvement Additions						
Unassigned						
<b>Total Fund Balances</b>						
<b>TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</b>	\$	\$	\$	\$	\$	\$

The notes to the financial statements are an integral part of this statement

**CITY OF BERESFORD  
RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET  
TO THE STATEMENT OF NET POSITION  
DECEMBER 31, 2013**

Total Fund Balances - Governmental Funds

[REDACTED]

Amounts reported for governmental activities in the statement of net position are different because:

Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds.

[REDACTED]

Long-term liabilities, including bonds, notes and financing leases payable and accrued leave payable are not due and payable in the current period and therefore are not reported in the funds.

State Revolving Funds  
Revenue Bonds  
Accrued Leave  
Financing (Capital Acquisition) Lease  
Certificates of Participation

[REDACTED]  
[REDACTED]  
[REDACTED]  
[REDACTED]  
[REDACTED]

[REDACTED]

Unamortized balance of gains and losses on refunded debt are not due and payable in the current period and; therefore, are not reported in the funds.

[REDACTED]

Assets such as taxes receivable (delinquent) and special assessments receivable (current, delinquent and deferred) are not available to pay for current period expenditures and therefore are deferred in the funds.

[REDACTED]

Net Position- Governmental Funds

\$ [REDACTED]

The notes to the financial statements are an integral part of this statement.

Major Funds			Nonmajor		
	Additional				
Fund	Fund	Fund	Project	Funds	Funds

**Taxes:**

## Gene

\$ [REDACTED] \$ [REDACTED] \$ [REDACTED] \$ [REDACTED] \$ [REDACTED] \$ [REDACTED]

### Delinquent Taxes

Intergovernmental Revenue:

**State Shared Revenue:**

Other

**County Shared Revenue:**

**Charges for Goods and Services:**

### Fines and Forfeits:

**Miscellaneous Revenue:**

### Investment Earnings

## Rentals

## Contributions & Donations

Other

Total Revenue

**Expenditures:**

**General Government:**

Legislative

## Executive

### Financial Administration

Other

Total General Government

20



[illegible]

	2010	2011	2012	2013	2014	2015
<b>Conservation and Development:</b>						
Economic Development and Assistance (Industrial Development)						
Total Conservation and Development						
Debt Service						
Capital Outlay						
Total Expenditures						
Excess of Revenue Over (Under) Expenditures						
<b>Other Financing Sources (Uses):</b>						
Transfers In						
Proceeds of Long-Term Debt						
Payments to Refunded Debt Escrow Agent						
Total Other Financing Sources (Uses)						
Net Change in Fund Balances						
Fund Balance - Beginning						
<b>FUND BALANCE - ENDING</b>	\$	\$	\$	\$	\$	\$

The notes to the financial statements are an integral part of this statement